

SVS Sanlam Fixed Interest Fund

Interim Report

for the six months ended 31 October 2021

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SVS Sanlam Fixed Interest Fund

Report of the Manager

Smith & Williamson Fund Administration Limited, as Manager, presents herewith the interim Report for SVS Sanlam Fixed Interest Fund for the six months ended 31 October 2021.

SVS Sanlam Fixed Interest Fund ('the Trust' or 'the Fund') is an authorised unit trust scheme further to an authorisation order dated 2 May 1995 and is a UCITS scheme complying with the investment and borrowing powers rules in the Collective Investment Schemes sourcebook ('COLL'), as published by the Financial Conduct Authority ('FCA').

The Manager is of the opinion that it is appropriate to continue to adopt the going concern basis in the preparation of the accounts as the assets of the Fund consist predominantly of securities which are readily realisable and, accordingly, the Fund has adequate financial resources to continue in operational existence for the foreseeable future. Further, appropriate accounting policies, consistently applied and supported by reasonable and prudent judgements and estimates, have been used in the preparation of these accounts and applicable accounting standards have been followed.

The EU-UK Trade and Cooperation Agreement concluded between the EU and the UK sets out preferential arrangements in areas such as trade in goods and in services, digital trade, intellectual property, public procurement, aviation and road transport, energy, fisheries, social security coordination, law enforcement and judicial cooperation in criminal matters, thematic cooperation and participation in Union programmes. It is underpinned by provisions ensuring a level playing field and respect for fundamental rights.

The Trade and Cooperation Agreement was signed on 30 December 2020, was applied provisionally as of 1 January 2021 and entered into force on 1 May 2021. As at the date of this report, the economic impacts of Brexit and of the Trade and Cooperation Agreement remain uncertain.

The base currency of the Fund is UK sterling.

The Trust Deed can be inspected at the offices of the Manager.

Copies of the Prospectus and Key Investor Information Document ('KIID') are available on request free of charge from the Manager.

Investment objective and policy

The objective of the Fund is to achieve a high income through investing primarily in bonds. The Manager may invest in transferable securities, including warrants, in UK and other exchanges as well as collective investment schemes, money market instruments, deposits and cash and near cash.

The Manager's policy in order to achieve the Fund's objective will be to invest primarily in corporate bonds, other fixed interest securities (including gilts and permanent interest bearing securities ('PIBs')) without geographic restriction and preference shares in UK and European Community companies. The Manager may also apply for new issues.

The Manager may, from time to time, invest more than 35% of the property of the Fund in Government and other public securities (as defined within paragraph 13 of Part II of Schedule 2 of the Financial Services and Markets Act 2000) issued by one issuer.

The Manager's investment policy may mean that at times it may be appropriate for the Fund not to be fully invested but to hold cash or near cash. In the light of extreme market conditions, the Manager may raise or reduce the liquidity of the Fund from normal working levels.

The Manager may hedge transactions against price or currency fluctuations by back-to-back foreign currency borrowings against sterling or by suitable transactions permitted for Hedging. The extent will depend upon the circumstances and the objective will normally be to reduce the currency risk to a sterling based unitholder. The Manager does not envisage that they will enter into hedging transactions to a major extent.

Report of the Manager (continued)

Changes affecting the Fund in the period

There were no fundamental or significant changes to the Fund in the period.

Further information in relation to the Fund is illustrated on page 17.

In accordance with the requirements of the Financial Conduct Authority's Collective Investment Schemes sourcebook, we hereby certify the Interim Report on behalf of the Manager, Smith & Williamson Fund Administration Limited.

Brian McLean
Directors
Smith & Williamson Fund Administration Limited
22 December 2021

James Gordon

Accounting policies of SVS Sanlam Fixed Interest Fund (unaudited) *for the six months ended 31 October 2021*

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investments. They have been prepared in accordance with FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland ('FRS 102') and in accordance with the Statement of Recommended Practice for UK Authorised Funds ('the SORP') published by The Investment Association in May 2014 and amended in June 2017.

The accounting policies applied are consistent with those of the annual financial statements for the year ended 30 April 2021 and are described in those annual financial statements.

The Manager has considered the impact of the emergence and spread of Covid-19 and potential implications on future operations of the Fund of reasonably possible downside scenarios. The Manager has considered a detailed assessment of the Fund's ability to meet its liabilities as they fall due, including liquidity, declines in global capital markets and investor redemption levels. Based on this assessment, the Fund continues to be open for trading and the Manager is satisfied the Fund has adequate financial resources to continue in operation for at least the next 12 months and accordingly it is appropriate to adopt the going concern basis in preparing the financial statements.

Investment Manager's report

Investment performance*

The performance during the period was 0.74% for the A Class Accumulation, outperforming the IA Sterling Corporate Bond Sector, which rose 0.59%. The Fund has also outperformed the IA Sterling Corporate Bond Sector by 0.34% since 1 February 2021, which was when Sanlam Investments UK Limited Fixed Income Team took over the day-to-day management of the Fund. The A Class Accumulation Class returned -0.89% between 1 February 2021 and 31 October 2021, whereas the IA Sterling Corporate Bond Sector returned -1.23%.

Whilst the Investment Team notes the negative return year-to-date, it is pleased to reference the outperformance, both against the sector, and particularly since the Fund was transferred to Sanlam Investments UK Limited.

	1 May 2021 to 31 October 2021	1 February 2021 to 31 October 2021	Year to date to 31 October 2021
A Class Accumulation	0.74%	-0.89%	-1.46%
IA Sterling Corporate Bond Sector	0.59%	-1.23%	-1.98%

* Source: Morningstar Direct, 2021. Net Asset Value (NAV) to NAV, A Accumulation.

Market review**

Overall, global corporate bonds displayed a degree of resilience over the review period; IA Sterling Corporate Bond Sector has produced a total return performance of 0.59%. However, as is almost always the case, the headline return masks several important themes at the underlying level, specifically dispersion towards duration.

At the beginning of the period, it was very much a case of 'business as usual' in fixed interest markets, with 'risk free' 10-year UK government yields moving lower from just under 0.90% in mid-May to a low of 0.60% in early August. Long-term readers of our reports will be aware that yields move inversely to prices. However, the calm that had characterised UK fixed income markets over most of the summer unravelled spectacularly in September and October; the 10 year Gilt yield soared from 0.62% at the end of August to 1.20% at the end of October and it continued to trade above 1.00% for almost all of October. The short end of the yield curve, usually an area of refuge for risk-averse and particularly short duration investors, fared even worse with 5 year nominal Gilt yields climbing from just 0.23% in early September to a high of 0.86% in late October.¹

Two factors drove the rout in short-end yields. First, a growing concern that global inflationary pressures may not be 'transitory' even though many central banks around the world have tried hard to characterise them as such. Most developed world economies have seen supply chain disruption due to the pandemic, and ongoing labour shortages in key segments such as logistics which have magnified the inflation concerns, with inflation now looking more permanent in some sectors. To make matters worse, commodity prices have been soaring: if we look at 2021 year to date moves in commodity prices in US dollar terms as of close of business on 12 November, coal is up 90.1%, natural gas is up 88.0%, West Texas Intermediate crude is up 66.5%, gasoline is up 63.6% and Brent crude is up 58.6%. Soft commodities have not been immune either, with cotton up 50% and sugar up nearly 30%.² Second, and perhaps unfortunately so, some central banks have lost control of their own narratives. In the UK for example, hawkish comments from the Bank of England (BoE) in September led to speculation that interest rates could rise early in 2022, and importantly the Bank made it very clear that any policy tightening would be implemented through an increase in Bank Rate (i.e. interest rates), even if that meant raising rates before the end of the current asset purchase programme. Further hawkish comments from the Bank brought the November meeting into play as a 'live' meeting, with several markets participants expecting the Bank to raise rates - a move which the bank subsequently failed to deliver on. The confused messaging from the Bank served to upset the front end of the yield curve and also drove a wider 'risk off' move in credit markets as investors began to recalibrate 'risk free' rates in the UK and faced the reality that credible 'forward guidance' on UK interest rates is now well and truly dead.

** Source: Morningstar Direct, 2021.

¹ Source of all yield data: Koyfin, as at 31 October 2021.

² Source of all commodity price data: Koyfin as at close of business on 12 November 2021 (US close).

Investment Manager's report (continued)

Market review** (continued)

In contrast to the BoE, other major central banks have been rather more successful with their messaging. In Europe, policy remained accommodative, and whilst the European Central Bank slowed its asset purchase programme in September, President Lagarde went to great pains to emphasise that this was a 'recalibration' of purchases rather than an outright tapering of policy support. In August, US Federal Reserve (Fed) Chair Powell, in his Jackson Hole speech, said that tapering could start in 2021, and indeed he confirmed the taper in early November, just before this report went to press. However, he has stressed several times that the Fed is in no rush to raise rates and crucially the Fed will remain data dependent. Powell's success in communicating with the market has been reflected in the relative stability of US 10 year Treasury yields; these were trading at c.1.6% in mid-May and were still at that level in late October.

** Source: Morningstar Direct, 2021.

Investment activities

Activity during the period was healthy, with the Investment Team identifying several interesting opportunities through the primary market, such as Bank of Ireland 1.375% 11/08/2031, Electricite de France 6% Perpetual and Mutuelle Assurance Des Commerçants et Industriels de France et Des Cadres et Sal 2.125% 21/06/2052. Within the secondary market, the Team added exposure to CIMIC Finance 1.5% 28/05/2029 and Ford Motor Credit 3.683% 03/12/2024 in particular, which represent attractive yield opportunities without unnecessary duration risk.

Where investment opportunities reach fair value, the Team does not shy away from booking profits and redeploying the funds into new opportunities. This discipline will become more apparent, as alluded to earlier, given the likely increase in interest rate volatility.

It is important to note however, that our activity will remain both measured and appropriate, ensuring that the portfolio enjoys important diversification and yield attractiveness.

The portfolio parameters enjoy broad currency and geographical flexibility, which the Team looks to exploit when alongside its robust credit analysis.

Investment strategy and outlook

Managing the interest rate volatility during the next six months will undoubtedly be the chief challenge to the Investment Team as we head into the winter months.

As Central Banks begin to wind down their quantitative easing (QE) activities and begin to raise interest rates, the re-pricing of corporate bond risk and determining the degree of permanency against transitory inflation expectations will drive performance against peer groups and benchmarks.

There are very few relevant examples, if indeed any, of market environments such as the current situation, with a removal of QE on the horizon alongside historically low levels of interest rates. Under such unique circumstances, the Team will opt for a more opportunistic and tactical approach to its risk appetite, whilst maintaining its robust credit analysis.

With corporate bond valuations looking stretched, and with interest rate volatility increasing, the expectation from the Investment Team, is for primary market opportunities to be significant. The Team expects corporate bond issuers to compensate bond investors for the increased uncertainty, and to be rewarded with higher yields and improved return profiles. The Team has already begun to engage with new opportunities successfully.

The Team is quite relaxed towards the credit quality of broad corporate risk, and assuming that global interest rate increases are not unduly accelerated, then our expectation is for a healthy contribution to the performance of the Fund from this specific asset class.

Portfolio changes

for the six months ended 31 October 2021

The following represents the major purchases and sales in the period to reflect a clearer picture of the investment activities.

	Cost
	£
Purchases:	
Investec 1.875% 16/07/2028	998,260
Mutuelle Assurance Des Commerçants et Industriels de France et Des Cadres et Sal 2.125% 21/06/2052	857,424
Jerrold Finco 5.25% 15/01/2027	783,535
SoftBank Group 2.125% 06/07/2024	686,634
Caisse Nationale de Reassurance Mutuelle Agricole Groupama 0.75% 07/07/2028	685,060
Permanent TSB Group Holdings 3% 19/08/2031	659,839
RL Finance Bonds No 3 6.125% 13/11/2028	603,656
Prudential 2.95% 03/11/2033	580,088
AT Securities 5.25% Perpetual	567,749
RL Finance Bonds 4.875% 07/10/2049	561,018
GTC Aurora Luxembourg 2.25% 23/06/2026	518,424
Electricite de France 2.625% Perpetual	515,755
Investec 2.625% 04/01/2032	498,730
Bank of Ireland 1.375% 11/08/2031	434,513
Castellum 3.125% Perpetual	429,547
Hammerson Ireland Finance 1.75% 03/06/2027	429,354
ADLER Real Estate 1.875% 27/04/2023	407,831
CIMIC Finance 1.5% 28/05/2029	343,044
AssicGenerali 1.713% 30/06/2032	342,129
Groupe des Assurances du Credit Mutuel SADIR 1.85% 21/04/2042	338,800
	Proceeds
	£
Sales:	
UK Treasury Gilt 4.25% 07/03/2036	2,126,041
MPT Operating Partnership 3.375% 24/04/2030	828,151
Investec 1.875% 16/07/2028	795,007
National Grid 1.25% 06/10/2021	735,828
Caisse Nationale de Reassurance Mutuelle Agricole Groupama 0.75% 07/07/2028	683,586
AT&T 4.375% 14/09/2029	599,210
WM Morrison Supermarkets 3.5% 27/07/2026	581,294
Pfizer 7.2% 15/03/2039	563,239
Direct Line Insurance Group 9.25% 27/04/2042	533,030
Electricite de France 2.625% Perpetual	522,847
Orange 5.875% Perpetual	500,000
US Treasury Bond 4.75% 15/02/2037	493,145
Hammerson Ireland Finance 1.75% 03/06/2027	434,355
Mutuelle Assurance Des Commerçants et Industriels de France et Des Cadres et Sal 2.125% 21/06/2052	428,830
Whitbread Group 3.375% 16/10/2025	423,693
Ford Motor Credit 2.748% 14/06/2024	407,524
Hiscox 2% 14/12/2022	406,626
Equinor 6.125% 27/11/2028	402,785
RSA Insurance Group 5.125% 10/10/2045	400,859
Apple 3% 13/11/2027	398,950

Portfolio statement

as at 31 October 2021

	Nominal value or holding	Market value £	% of total net assets
Investment			
Debt Securities* 95.75% (97.54%)			
Debt Securities - United Kingdom 49.40% (54.84%)			
Aaa to Aa2 0.00% (0.86%)		-	-
Aa3 to A1 0.00% (6.63%)		-	-
A2 to A3 9.80% (10.05%)			
AstraZeneca 6.45% 15/09/2037	\$600,000	649,796	2.24
GlaxoSmithKline Capital 5.25% 19/12/2033	£400,000	546,734	1.89
Legal & General Group 5.375% 27/10/2045**	£500,000	560,205	1.93
Prudential 2.95% 03/11/2033**	\$800,000	579,011	2.00
Reckitt Benckiser Treasury Services 3% 26/06/2027	\$650,000	503,920	1.74
		<u>2,839,666</u>	<u>9.80</u>
Baa1 to Baa2 19.20% (19.15%)			
BP Capital Markets 4.25% Perpetual**	£500,000	525,000	1.81
British Telecommunications 3.5% 25/04/2025**	£150,000	328,984	1.14
British Telecommunications 5.75% 07/12/2028	£150,000	182,028	0.63
CRH Finance UK 4.125% 02/12/2029	£600,000	698,702	2.41
Glencore Finance Europe 3.125% 26/03/2026	£500,000	523,365	1.81
Investec 1.875% 16/07/2028**	£200,000	193,997	0.67
Investec 2.625% 04/01/2032**	£500,000	493,488	1.70
Nationwide Building Society 2% 25/07/2029**	€400,000	351,311	1.21
Next Group 4.375% 02/10/2026	£500,000	556,122	1.92
RL Finance Bonds No 3 6.125% 13/11/2028	£250,000	302,966	1.05
RL Finance Bonds No 4 4.875% 07/10/2049**	£500,000	565,755	1.95
RSA Insurance Group 5.125% 10/10/2045**	£150,000	167,949	0.58
Severn Trent 1.3% 11/07/2022**	£300,000	392,649	1.36
South Eastern Power Networks 3.053% 05/06/2023**	£150,000	278,719	0.96
		<u>5,561,035</u>	<u>19.20</u>
Baa3 and below 20.40% (18.15%)			
BG Energy Capital 5.125% 01/12/2025	£500,000	574,258	1.98
Brit Insurance Holdings 3.6757% 09/12/2030**	£250,000	239,075	0.83
Jerrold Finco 5.25% 15/01/2027	£750,000	763,275	2.63
John Lewis 6.125% 21/01/2025	£500,000	552,565	1.91
Just Group 7% 15/04/2031**	£250,000	286,433	0.99
Lancashire Holdings 5.625% 18/09/2041**	\$500,000	395,112	1.36
Marks & Spencer 7.125% 01/12/2037	\$400,000	349,616	1.21
Quilter 4.478% 28/02/2028**	£250,000	257,242	0.89
RAC Bond 4.565% 06/05/2023	£300,000	311,013	1.07
Sainsbury's Bank 6% 23/11/2027**	£300,000	306,357	1.06
Society of Lloyd's 4.75% 30/10/2024	£350,000	378,304	1.31
SSE 4.75% 16/09/2077**	\$700,000	519,657	1.79
Tesco 1.982% 24/03/2036**	£450,000	980,046	3.37
		<u>5,912,953</u>	<u>20.40</u>
Total debt securities - United Kingdom		<u>14,313,654</u>	<u>49.40</u>

* Grouped by credit rating - source: Interactive Data and Bloomberg.

** Denotes a variable interest security.

Portfolio statement (continued)

as at 31 October 2021

Investment	Nominal value or holding	Market value £	% of total net assets
Debt Securities* (continued)			
Debt Securities - Europe 23.86% (15.57%)			
Aaa to Aa2 0.00% (3.17%)			
Baa1 to Baa2 4.83% (1.62%)			
Banco Santander 2.25% 04/10/2032**	£300,000	294,982	1.02
Deutsche Telekom International Finance 2.25% 13/04/2029	£500,000	514,335	1.78
Groupe des Assurances du Credit Mutuel 1.85% 21/04/2042**	€200,000	167,986	0.58
Mutuelle Assurance Des Commerçants et Industriels de France et Industriels de France et Des Cadres et Sal 2.125% 21/06/2052**	€500,000	421,355	1.45
		<u>1,398,658</u>	<u>4.83</u>
Baa3 and below 19.03% (10.78%)			
ADLER Real Estate 1.5% 17/04/2022	€200,000	164,245	0.57
AT Securities 5.25% Perpetual**	\$750,000	569,031	1.96
Athora Netherlands 2.25% 15/07/2031**	€750,000	637,104	2.20
Bank of Ireland 1.375% 11/08/2031**	€500,000	416,842	1.44
Beazley Insurance 5.5% 10/09/2029	\$200,000	163,779	0.57
Castellum 3.125% Perpetual**	€500,000	408,738	1.41
Cia de Seguros Fidelidade 4.25% 04/09/2031**	€200,000	173,194	0.60
Electricite de France 6% Perpetual**	£900,000	978,444	3.37
Engie 3.25% Perpetual**	€200,000	181,405	0.63
GTC Aurora Luxembourg 2.25% 23/06/2026	€600,000	512,317	1.77
La Mondiale 4.8% 18/01/2048**	\$500,000	390,042	1.35
Orange 5.75% Perpetual**	£253,000	267,018	0.92
Permanent TSB Group Holdings 3% 19/08/2031**	€750,000	649,008	2.24
		<u>5,511,167</u>	<u>19.03</u>
Total debt securities - Europe		<u>6,909,825</u>	<u>23.86</u>
Debt Securities* - North America 14.74% (23.34%)			
Aaa to Aa2 5.53% (7.75%)			
Microsoft 3.5% 12/02/2035	\$500,000	417,071	1.44
US Treasury Bond 4.75% 15/02/2037	\$600,000	621,216	2.14
Walmart 4.875% 21/09/2029	€500,000	565,305	1.95
		<u>1,603,592</u>	<u>5.53</u>
Aa3 to A1 1.89% (1.70%)			
Novartis Capital 3.1% 17/05/2027	\$700,000	548,736	1.89
A2 to A3 0.00% (1.77%)			
Baa1 to Baa2 3.38% (6.14%)			
AT&T 5.5% 15/03/2027	£250,000	297,393	1.03
McDonald's 5.875% 23/04/2032	£500,000	682,269	2.35
		<u>979,662</u>	<u>3.38</u>

* Grouped by credit rating - source: Interactive Data and Bloomberg.

** Denotes a variable interest security.

Portfolio statement (continued)
as at 31 October 2021

Investment	Nominal value or holding	Market value £	% of total net assets
Debt Securities* (continued)			
Debt Securities - North America (continued)			
Baa3 and below 3.94% (5.98%)			
AT&T 2.875% Perpetual**	€500,000	422,744	1.46
Blackstone Private Credit Fund 1.75% 30/11/2026	€200,000	166,847	0.58
Ford Motor Credit 3.683% 03/12/2024	AUD 500,000	276,293	0.95
Kraft Heinz Foods 4.125% 01/07/2027	£250,000	274,758	0.95
		<u>1,140,642</u>	<u>3.94</u>
Total debt securities - North America		<u>4,272,632</u>	<u>14.74</u>
Debt Securities* - Rest of the World 7.75% (3.79%)			
Aaa to Aa2 1.34% (0.00%)			
Temasek Financial 5.125% 26/07/2040	£250,000	387,755	1.34
Baa1 to Baa2 2.16% (2.00%)			
BHP Billiton Finance 6.5% 22/10/2077**	£600,000	626,796	2.16
Baa3 and below 4.25% (1.79%)			
QBE Insurance Group 6.115% 24/05/2042**	£549,000	561,391	1.94
SoftBank Group 2.125% 06/07/2024	£800,000	668,637	2.31
		<u>1,230,028</u>	<u>4.25</u>
Total debt securities - Rest of the World		<u>2,244,579</u>	<u>7.75</u>
Total debt securities		<u>27,740,690</u>	<u>95.75</u>
Forward Currency Contracts 0.19% (0.12%)			
Sell euro	-	-	
Buy UK sterling	£929	929	
Expiry date 3 November 2021		<u>929</u>	<u>0.00</u>
Sell Australian dollar	-AUD 525,000	(287,687)	
Buy UK sterling	£283,311	283,311	
Expiry date 18 November 2021		<u>(4,376)</u>	<u>(0.02)</u>
Sell euro	-€7,300,000	(6,165,148)	
Buy UK sterling	£6,191,805	6,191,805	
Expiry date 18 November 2021		<u>26,657</u>	<u>0.09</u>

* Grouped by credit rating - source: Interactive Data and Bloomberg.

** Denotes a variable interest security.

Portfolio statement (continued)
as at 31 October 2021

Investment	Nominal value or holding	Market value £	% of total net assets
Forward Currency Contracts (continued)			
Sell US dollar	-\$7,100,000	(5,179,579)	
Buy UK sterling	£5,214,179	5,214,179	
Expiry date 18 November 2021		34,600	0.12
Forward currency contracts assets		62,186	0.21
Forward currency contracts liabilities		(4,376)	(0.02)
Total forward currency contracts		57,810	0.19
Investment assets		27,802,876	95.96
Investment liabilities		(4,376)	(0.02)
Portfolio of investments		27,798,500	95.94
Other net assets		1,177,671	4.06
Total net assets		28,976,171	100.00

All investments are listed on recognised stock exchanges or are approved securities within the meaning of the FCA rules unless otherwise stated.

Forward currency contracts are not listed on stock exchanges and are considered over-the-counter instruments.

The comparative figures in brackets are as at 30 April 2021.

Total purchases in the period:	£13,876,137
Total sales in the period:	£17,338,026

Risk and reward profile

The risk and reward indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the risk and reward indicator.

Typically lower rewards, lower risk ←			Typically higher rewards, higher risk →			
1	2	3	4	5	6	7

The Fund is in a medium category because the price of its investments have risen or fallen to some extent. The category shown is not guaranteed to remain unchanged and may shift over time. Even the lowest category does not mean a risk-free investment.

The price of the Fund and any income from it can go down as well as up and is not guaranteed. Investors may not get back the amount invested. Past performance is not a guide to future performance.

Where the Fund invests in bonds, there is a risk the bond issuer may fail to meet its repayments. This is usually a greater risk for bonds that produce a higher level of income. Changes in interest rates, inflation and the creditworthiness of the bond issuer may also affect the bond's market value.

The Fund is entitled to use derivative instruments for Efficient Portfolio Management. Derivatives may not achieve their intended purpose. Their prices may move up or down significantly over relatively short periods of time which may result in losses greater than the amount paid. This could adversely impact the value of the Fund.

The organisation from which the Fund buys a derivative may fail to carry out its obligations, which could also cause losses to the Fund.

The Fund may invest in securities not denominated in sterling, the value of your investments may be affected by changes in currency exchange rates.

For further information please refer to the KIID.

For full details on risk factors for the Fund, please refer to the Prospectus.

There have been no changes to the risk and reward indicator in the period.

Performance information

Number of units in issue	31.10.21	30.04.21	30.04.20	30.04.19
A Class Income	2,749,049	2,881,669	3,306,017	261,488
A Class Accumulation	1,699,010	1,963,121	2,741,440	438,485
B Class Income	13,611,379	15,268,528	18,784,763	22,528,176
B Class Accumulation	5,469,380	6,108,182	6,548,246	6,353,751
Net Asset Value ('NAV')	£	£	£	£
Total NAV of the Fund	28,976,171	32,235,967	37,516,535	34,334,792
NAV attributable to A Class Income unitholders	3,556,669	3,739,828	4,216,422	329,006
NAV attributable to A Class Accumulation unitholders	2,064,303	2,369,275	3,191,688	493,250
NAV attributable to B Class Income unitholders	16,160,228	18,163,259	21,910,061	25,863,517
NAV attributable to B Class Accumulation unitholders	7,194,971	7,963,605	8,198,364	7,649,019
NAV per unit (based on bid value) ^	p	p	p	p
A Class Income	129.4	129.8	127.5	125.8
A Class Accumulation	121.5	120.7	116.4	112.5
B Class Income	118.7	119.0	116.6	114.8
B Class Accumulation	131.6	130.4	125.2	120.4

^ The NAV per unit excludes the value of the income distributions payable.

Highest and lowest prices and distributions

Financial year to 30 April		Distribution per unit p	Highest price p	Lowest price p
2019	A Class Income	2.879	126.9	122.7
2019	A Class Accumulation	2.539	112.8	108.3
2019	B Class Income	2.882	115.9	111.9
2019	B Class Accumulation	2.975	120.8	115.7
2020	A Class Income	2.751	133.1	120.0
2020	A Class Accumulation	2.480	120.9	108.9
2020	B Class Income	2.779	121.7	109.8
2020	B Class Accumulation	2.940	129.9	117.1
2021	A Class Income	2.457	134.4	127.3
2021	A Class Accumulation	2.257	123.9	116.2
2021	B Class Income	2.521	123.2	116.5
2021	B Class Accumulation	2.726	133.6	125.0
Financial period to 31 October 2021	A Class Income	1.289	132.7	129.6
Financial period to 31 October 2021	A Class Accumulation	1.201	123.8	120.5
Financial period to 31 October 2021	B Class Income	1.319	121.8	118.8
Financial period to 31 October 2021	B Class Accumulation	1.450	133.9	130.2

Performance information (continued)

Summary of the distributions in the current financial period and prior financial year

A Class Income			
Payment date	p	Payment date	p
20.09.21	0.643	20.09.20	0.607
20.12.21	0.646	20.12.20	0.647
		20.03.21	0.592
		20.06.21	0.611
A Class Accumulation			
Allocation date	p	Allocation date	p
20.09.21	0.598	20.09.20	0.554
20.12.21	0.603	20.12.20	0.592
		20.03.21	0.546
		20.06.21	0.565
B Class Income			
Payment date	p	Payment date	p
20.09.21	0.658	20.09.20	0.623
20.12.21	0.661	20.12.20	0.660
		20.03.21	0.611
		20.06.21	0.627
B Class Accumulation			
Allocation date	p	Allocation date	p
20.09.21	0.722	20.09.20	0.668
20.12.21	0.728	20.12.20	0.712
		20.03.21	0.664
		20.06.21	0.682
Ongoing charges figure ('OCF')			
	31.10.21 ^{^^}	30.04.21	
A Class Income	1.10%	1.11%	
A Class Accumulation	1.10%	1.11%	
B Class Income	0.65%	0.66%	
B Class Accumulation	0.65%	0.66%	

^{^^} Annualised based on the expenses incurred during the period 1 May 2021 to 31 October 2021.

The OCF consists principally of the Manager's periodic charge and the Investment Manager's fee which are included in the annual management charge, but also includes the costs for other services paid. It is indicative of the charges which the Fund may occur in a year as it is calculated on historical data.

Investments carry risk. Past performance is not a guide to future performance. Investors may not get back the amount invested.

Financial statements - SVS Sanlam Fixed Interest Fund (unaudited)

Statement of total return

for the six months ended 31 October 2021

	Notes	1 May 2021 to 31 October 2021		1 May 2020 to 31 October 2020	
		£	£	£	£
Income:					
Net capital gains	2		14,599		1,193,739
Revenue	3	401,590		475,609	
Expenses	4	<u>(117,765)</u>		<u>(144,199)</u>	
Net revenue before taxation		283,825		331,410	
Taxation	5	<u>-</u>		<u>-</u>	
Net revenue after taxation			<u>283,825</u>		<u>331,410</u>
Total return before distributions			298,424		1,525,149
Distributions	6		(333,665)		(391,330)
Change in net assets attributable to unitholders from investment activities			<u>(35,241)</u>		<u>1,133,819</u>

Statement of change in net assets attributable to unitholders

for the six months ended 31 October 2021

		1 May 2021 to 31 October 2021		1 May 2020 to 31 October 2020	
		£	£	£	£
Opening net assets attributable to unitholders			32,235,967		37,516,535
Amounts receivable on issue of units		46,385		64,408	
Amounts payable on cancellation of units		<u>(3,376,624)</u>		<u>(2,535,717)</u>	
			(3,330,239)		(2,471,309)
Change in net assets attributable to unitholders from investment activities			(35,241)		1,133,819
Retained distributions on accumulation units			101,517		117,467
Unclaimed distributions			4,167		4,501
Closing net assets attributable to unitholders			<u>28,976,171</u>		<u>36,301,013</u> *

* The opening net assets in the current period do not equal the closing net assets in the comparative period as they are not consecutive periods.

Balance sheet (unaudited)
as at 31 October 2021

	Notes	31 October 2021 £	30 April 2021 £
Assets:			
Fixed assets:			
Investments		27,802,876	31,485,574
Current assets:			
Debtors	7	691,937	571,697
Cash and bank balances	8	1,774,209	965,585
Total assets		<u>30,269,022</u>	<u>33,022,856</u>
Liabilities:			
Investment liabilities		(4,376)	(3,956)
Creditors:			
Distribution payable		(107,730)	(113,341)
Other creditors	9	(1,180,745)	(669,592)
Total liabilities		<u>(1,292,851)</u>	<u>(786,889)</u>
Net assets attributable to unitholders		<u>28,976,171</u>	<u>32,235,967</u>

Further information

Distributions and reporting dates

Where net revenue is available it will be distributed/allocated quarterly on 20 June (final), 20 September (quarter 1), 20 December (interim) and 20 March (quarter 3). In the event of a distribution, unitholders will receive a tax voucher.

XD dates:	1 May	final
	1 August	quarter 1
	1 November	interim
	1 February	quarter 3

Reporting dates:	30 April	annual
	31 October	interim

Buying and selling units

The property of the Fund is valued at 12 noon on every business day, with the exception of any bank holiday in England and Wales or the last Business Day prior to those days annually, where the valuation may be carried out at a time agreed in advance between the Manager and the Trustee; and prices of units are calculated as at that time. The Manager reserves the right to revalue the Fund at any time, at its discretion. Unit dealing is on a forward basis i.e. investors can buy and sell units at the next valuation point following receipt of the order.

The minimum initial investment and holding in A class income and A class accumulation units is £1,000. The minimum initial investment and holding in B class income and B class accumulation units is £250,000. The subsequent minimum investment for all unit classes is £500. The Manager reserves the right to terminate investments where the value is less than the minimum investment. The Manager may exceptionally, at his discretion, waive such values from time to time.

A preliminary charge of 5% of the value of A class units issued is included in the price. There is no initial charge in B class units.

Prices of units and the estimated yield of the unit classes are published on the following website: www.trustnet.com or may be obtained by calling 0141 222 1151.

Benchmark

Unitholders may compare the performance of the Trust against the IA Sterling Corporate Bond Sector.

Comparison of the Trust's performance against the IA Sterling Corporate Bond Sector will give unitholders an indication of how the Trust is performing against other similar funds in this peer group sector.

Appointments

Manager and Registered office

Smith & Williamson Fund Administration Limited
25 Moorgate
London EC2R 6AY
Telephone: 020 7131 4000
Authorised and regulated by the Financial Conduct Authority

Administrator and Registrar

Smith & Williamson Fund Administration Limited
206 St. Vincent Street
Glasgow G2 5SG
Telephone: 0141 222 1151 (Registration)
0141 222 1150 (Dealing)
Authorised and regulated by the Financial Conduct Authority

Directors of the Manager

Brian McLean
James Gordon
Andrew Baddeley

Independent Non-Executive Directors of the Manager

Dean Buckley
Linda Robinson
Victoria Muir

Non-Executive Directors of the Manager

Paul Wyse
Kevin Stopps - resigned 1 October 2021

Investment Manager

Sanlam Investments UK Limited
Monument Place
24 Monument Street
London EC3R 8AJ
Authorised and regulated by the Financial Conduct Authority

Trustee

NatWest Trustee and Depositary Services Limited
House A, Floor 0
Gogarburn
175 Glasgow Road
Edinburgh EH12 1HQ
Authorised and regulated by the Financial Conduct Authority

Auditor

Mazars LLP
Tower Bridge House
St Katharine's Way
London E1W 1DD